

**DUKE ENERGY PROGRESS, LLC**  
**REPORT OF ISSUE AND SALE OF SECURITIES**  
**DOCKET NO. 2019-298-E**

Duke Energy Progress, LLC (the “Company”) submits this report on the issue and sale of securities authorized under Order No. 2019-756.

1. First Mortgage Bonds

On August 20, 2020, the Company issued, sold and delivered to Citigroup Global Markets Inc., J.P. Morgan Securities LLC, MUFG Securities Americas Inc., PNC Capital Markets LLC, TD Securities (USA) LLC and Wells Fargo Securities, LLC, as Agents for the underwriters, \$600,000,000 aggregate principal amount of First Mortgage Bonds, 2.50% Series due 2050 (the “Bonds”). The price to the public for the Bonds was 99.435% of the principal amount thereof. The yield to the public of the Bonds is 2.527%. The commission paid to the underwriters of the Bonds was \$5,250,000, less a reimbursement of \$750,000, resulting in a net commission of \$4,500,000. The net proceeds realized from the issuance, sale and delivery of the Bonds were \$591,360,000, before expenses and the underwriters’ reimbursement. The net proceeds from the sale of the Bonds will be used to repay at maturity \$300 million aggregate principal amount of the Company’s First Mortgage Bonds, Floating Rate Series, due September 8, 2020, and for general company purposes. Expenses incurred in connection with the issuance and sale of the Bonds were estimated to be \$577,000.

In conjunction with the issuance of the Bonds, the Company settled \$300,000,000 notional amount of 30-year Treasury locks for a loss of \$48,499,549. This loss will be amortized over the life of the Bonds.

2. Floating Rate Notes

On August 20, 2020, the Company issued, sold and delivered to Citigroup Global Markets Inc., Academy Securities, Inc., C.L. King & Associates, Inc., Great Pacific Securities, Loop Capital Markets LLC, Mischler Financial Group, Inc., Samuel A. Ramirez & Company, Inc. and

Siebert Williams Shank & Co., LLC, as Agents for the underwriters, \$700,000,000 aggregate principal amount of Series A Floating Rate Notes due 2022 (the "Notes"). The price to the public for the Notes was 100% of the principal amount thereof. The commission paid to the underwriters of the Notes was \$1,400,000, less a reimbursement of \$350,000, resulting in a net commission of \$1,050,000. The net proceeds realized from the issuance, sale and delivery of the Notes were approximately \$698,600,000, before expenses and the underwriters' reimbursement. The net proceeds from the sale of the Notes will be used to repay the Company's outstanding borrowings under its two-year term loan facility expiring in December 2020 (the "Term Loan"). At June 30, 2020, the Company had \$700 million of borrowings outstanding under the Term Loan with a weighted average interest rate of approximately 0.986% per year. Expenses incurred in connection with the issuance and sale of the Notes were estimated to be \$657,000.

3. Remaining Authority Under Order No. 2019-756

Immediately following the issuance of the Bonds and the Notes, there were \$2,200,000,000 of securities available for issuance pursuant to Order No. 2019-756.